PHONE SH 6-3451

ARTESIA, NEW MEXICO

February 3, 1965

J. C. Watson
RES. PHONE SH 6-2402
Artesia, New Mexico

Oil Conservation Commission P.O. Drawer DD Artesia, New Mexico

Attention: Mr. M. L. Armstrong

Dear Sir:

On January 26, 1965 we transferred 800 bbls. of oil from Hugh L. Johnston, Sr., et al, Continental State No. 1 well to Hugh L. Johnston, Sr., et al, Continental State No. 2 well located in Section 30-17S-29E, Eddy County, New Mexico.

This oil was used to sand frac treat this well on January 28, 1965. It was recovered and returned on January 30, 1965.

Yours very truly,

Kincaid & Watson Drilling Co.

(Mrs.) Nancy King

nk